

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

REGULATORY STATUTORY BASIS
FINANCIAL STATEMENTS
For the year ended June 30, 2015

And

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

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Karlin & Long, LLC
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

Board of Education
Unified School District No. 337
Mayetta, Kansas 66509

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District No. 337, Mayetta, Kansas ("Municipality") as of and for the year ended June 30, 2015, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the presentation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the Unified School District No. 337, Mayetta, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Unified School District No. 337, Mayetta, Kansas as of June 30, 2015, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

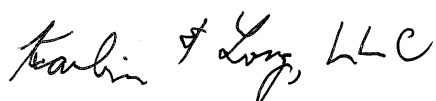
In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Unified School District No. 337, Mayetta, Kansas (“Municipality”) as of June 30, 2015, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with “Government Auditing Standards”, we have also issued our report dated August 5, 2015, on our consideration of the District’s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control of financial reporting or on compliance. That report is an integral part of an audit performed in accordance with “Government Audit Standards” and should be considered in assessing the results of our audit.

Report on Supplementary Information

Our audit was conducted for the purpose of forming opinion on the 2015 fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the 2015 basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The accompany schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the U.S Office of Management and Budget Circular A-133, "Audits of States and Local Governments, and Non-Profit Organizations" and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2015 basic financial statement. The 2015 information has been subjected to the auditing procedures applied in the audit of the 2015 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2015 basic financial statement or to the 2015 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the 2015 basic financial statement as a whole, on the basis of accounting described in Note 1.



Karlin & Long, LLC
Certified Public Accountants

Lenexa, KS
August 5, 2015

USD #337 MAYETA, KANSAS

Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2015

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds							
General Funds							
General	\$ 0	\$ 0	\$ 6,616,625	\$ 6,616,625	\$ 0	\$ 0	\$ 0
Supplemental General	125,663	0	2,201,906	2,287,502	40,067		40,067
Special Purpose Funds							
Vocational Education	29,925	0	190,487	189,143	31,269		31,269
Special Education	300,260	0	1,346,121	1,331,356	315,025		315,025
Driver Education	17,321	0	10,229	9,999	17,551		17,551
Food Service	67,247	0	460,833	452,184	75,896		75,896
Capital Outlay	712,727	0	1,037,472	980,274	769,925		769,925
Gifts and Grants	19,204	0	34,746	32,660	21,290		21,290
Parent Education	40,721	0	69,000	67,650	42,071		42,071
Professional Development	38,130	0	34,000	28,302	43,828		43,828
Summer School	0	0	0	0	0		0
Extraordinary School Program	119,612	0	66,395	74,861	111,146		111,146
KPERS Special Contribution	0	0	591,540	591,540	0		0
At Risk (K-12)	45,002	0	668,916	669,804	44,114		44,114
District Activity Funds	108,236	0	218,536	208,371	118,401		118,401
Textbook Rental Fund	145,920	0	35,885	40,651	141,154		141,154
Contingency Reserve Fund	350,000	0	15,000	0	365,000		365,000
Title I	0	0	116,118	116,118	0		0
Impact Aid	160,896	0	81,025	108,859	133,062		133,062
Title VII	0	0	60,597	60,597	0		0
Title IIA - Teacher Quality	0	0	40,195	40,195	0		0
JCCTCC Grant	5,418	0	21,013	17,936	8,495		8,495
Hodison Memorial	2,866	0	7	0	2,873		2,873
Grow Your Own teacher	474	0	1	0	475		475
Total Reporting Entity	\$ 2,289,622	\$ 0	\$ 13,916,647	\$ 13,924,627	\$ 2,281,642	\$ 0	\$ 2,281,642
Composition of Cash							
Checking Accounts							\$ 178,340
Savings Accounts							1,599,964
Certificates of Deposit							541,724
Total Cash							2,320,028
Agency Funds per Schedule 4							38,386
Total Reporting Entity							\$ 2,281,642

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies

Financial Reporting Entity

USD No. 337 is a municipal corporation governed by an elected seven member board. The district as an entity has been defined to include, on a combined basis, (a) USD No.337 (b) organizations for which USD No. 337 is financially accountable, and (c) other organizations for which the nature and significance of their relationship with USD No.337 are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. There are currently no organizations which meet the foregoing criteria for being combined in the District's report.

Fund Descriptions

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The following types of funds comprise the financial activities of the District for the year 2015:

Governmental Funds

General Fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Fund – Used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long term debt) that are intended for specified purposes.

Fiduciary Funds

Agency Funds – Funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, activity accounts, etc.).

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The municipality has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the regulatory basis of accounting.

Reimbursed Expenses

Expenditures in the amount of \$ 3,475 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payment for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934.

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Budgetary Information

Kansas Statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no budget amendments for the year 2015.

The statutes permit transferring budgeted amounts between accounts within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

A legal operating budget is not required for capital projects funds, trust funds and the following special purpose funds:

Title IIA Fund	Title V Fund
Contingency Reserve Fund	District Activity Funds
Title I Fund	Title VII Fund
Textbook Rental Fund	JCCTCC Grant Fund
Grow Your Own Teacher Fund	Impact Aid Fund
Parent Info Resource Grant Fund	Hodison Memorial Fund
RVMS Afterschool Grant Fund	

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as expenditures.

Use of Estimates

The process of preparing financial statements requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates relate primarily to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

NOTE 2 – Deposits and Investments

Deposits

K.S.A. 9-1401 establishes the depositories which may be used by the district. The statute requires banks eligible to hold the district's funds have a main or branch bank in the county in which the district is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 2 – Deposits and Investments (continued)

Deposits (Continued)

coverage. The district has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the district's investments of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The district has no investment policy that would further limit its investment choices. The district had no investments during 2015.

Concentration of Credit Risk

State statutes place no limit on the amount the district may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and K.S.A. 9-1405.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the district's deposits may not be returned to it. State statutes require the district's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2015.

At June 30, 2015, the government's carrying amount of deposits was \$ 2,281,642 and the bank balance was \$ 2,547,958. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$ 250,000 was covered by federal depository insurance and the balance was collateralized with securities held by the pledging financial institutions' agents in the district's name.

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 2 – Deposits and Investments (continued)

Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the district will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

NOTE 3 – In-Substance Receipt in Transit

The district received \$ 433,764 subsequent to June 30, 2015 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2015.

NOTE 4 – Defined Benefit Pension Plan

Plan Description – USD No. 337 participates in the Kansas Public Employees Retirement System (KPERs), a cost sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. KPERs provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERs issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERs (611 S. Kansas; Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy – K.S.A. 74-4919 and K.S.A. 74-4921 establishes the KPERs member-employee contribution rates. Effective July 1, 2009 KPERs has two benefit structures and funding depending on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERs member-employee contribution rate of 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. Member-employees' contributions are withheld by their employer and paid to KPERs according to the provisions of section 414 (h) of the Internal Revenue Code.

The State of Kansas is required to contribute the statutory required employers share.

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 5 – Risk Management

The District is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the county carries commercial insurance. There have been no significant reductions in coverage from prior years and settlements have not exceeded coverage in the past three years.

NOTE 6 – Stewardship, Compliance and Accountability

We noted no violations of Kansas Statutes during the period under examination.

NOTE 7 – Compensated Absences

Classified employees and administrators receive one day of sick leave for each full month of contracted employment. They may accumulate an amount of days equal to annual contracted full months multiplied by five. Once a classified employee or administrator has accumulated the maximum number of sick leave days, the employee will be paid at a rate of 56% of his hourly pay for the unused days in October of each contract year. Teachers have the option of receiving payment for unused sick leave (maximum of ten days) or transferring one or more days to a special sick leave account. The district has not computed or recorded the liability at year end.

NOTE 8 – Other Post Employment Benefits

As provided by K.S.A. 12-5040, the local government allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 9 – Interfund Transactions

Operating transfers were as follows:

From	To	Authority	Amount
General Fund	Contingency Fund	K.S.A. 72-6428	\$ 15,000
General Fund	Special Education Fund	K.S.A. 72-6428	1,248,164
General Fund	Capital Outlay Fund	K.S.A. 72-6428	553,745
General Fund	At Risk Fund	K.S.A. 72-6428	70,919
General Fund	Vocational Education Fund	K.S.A. 72-6428	21,514
General Fund	Parent Education Fund	K.S.A. 72-6428	21,979
Supplemental General Fund	Vocational Education Fund	K.S.A. 72-6425	161,895
Supplemental General Fund	Professional Dev. Fund	K.S.A. 72-6425	34,000
Supplemental General Fund	Parent Education Fund	K.S.A. 72-6425	6,021
Supplemental General Fund	Special Education Fund	K.S.A. 72-6425	47,129
Supplemental General Fund	Drivers Education	K.S.A. 72-6425	4,000
Supplemental General Fund	At Risk Fund	K.S.A. 72-6425	597,998

NOTE 10 – Operating lease

The District has entered into an operating lease for copiers. The lease is from Century Business Technologies dated September 16, 2014, the term is for 66 months, and the total to be paid is \$ 52,299.37. At the end of the lease, the District is to return the copiers leased.

NOTE 11 – Subsequent Events

Subsequent events for management's review have been evaluated through August 5, 2015. The date in the prior sentence is the date the financial statements were available to be issued.

UNIFIED SCHOOL DISTRICT NO.337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

Note 12 - Long Term Debt

Changes in long-term liabilities for the District for the year ended June 30, 2015 were as follows:

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bonds None			\$		\$	0	\$	0	\$	-
Leases										
School Addition - refinance	2.90%	9/1/13	3,565,000	4/1/23	3,375,000		335,000	(335,000)	3,040,000	102,850
Total Long Term Debt					\$ 3,375,000	0	\$ 335,000	\$ (335,000)	\$ 3,040,000	\$ 102,850

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	2015	2016	2017	2018	2019	Total
Principal						
General Obligation Bonds	\$	\$	\$	\$		\$
Special Assessment Bonds						0
Certificates of Participation						0
Capital Leases	345,000	355,000	360,000	370,000	380,000	3,040,000
Revenue Bonds						0
KDHE Loans						0
Temporary Notes						0
Total Principal	345,000	355,000	360,000	370,000	380,000	3,040,000
Interest						
General Obligation Bonds						0
Special Assessment Bonds						0
Certificates of Participation						0
Capital Leases	96,150	87,525	78,650	69,650	58,550	486,100
Revenue Bonds						0
KDHE Loans						0
Temporary Notes						0
Total Interest	96,150	87,525	78,650	69,650	58,550	486,100
Total Principal and Interest	\$ 441,150	\$ 442,525	\$ 438,650	\$ 439,650	\$ 438,550	\$ 3,526,100

Unified School District No. 337, Mayetta, Kansas

Regulatory-Required

Supplementary Information

For the year ended June 30, 2015

USD #337 MAYETTA, KANSAS

Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015

Funds	Certified Budget	Adjustments to Comply with Legal Max	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
Governmental Type Funds						
General Funds						
General	\$ 6,699,784	\$ (86,634)	\$ 3,475	\$ 6,616,625	\$ 6,616,625	\$ 0
Supplemental General	2,291,030	(3,528)	0	2,287,502	2,287,502	0
Special Purpose Funds						
Vocational Education	227,500	0	0	227,500	189,143	(38,357)
Special Education	1,522,400	0	0	1,522,400	1,331,356	(191,044)
Driver Training	19,000	0	0	19,000	9,999	(9,001)
Food Service	588,000	0	0	588,000	452,184	(135,816)
Capital Outlay	1,395,000	0	0	1,395,000	980,274	(414,726)
Gifts and Grants	40,000	0	0	40,000	32,660	(7,340)
Parent Education	72,650	0	0	72,650	67,650	(5,000)
Professional Development	41,000	0	0	41,000	28,302	(12,698)
Summer School	20,000	0	0	20,000	0	(20,000)
Extraordinary School Program	94,600	0	0	94,600	74,861	(19,739)
KPERS Special Contribution	708,807	0	0	708,807	591,540	(117,267)
At-Risk Fund	695,000	0	0	695,000	669,804	(25,196)

USD #337 MAYETTA, KS

GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants	242,567	280,000	(37,433)
State aid/grants	6,370,583	6,419,784	(49,201)
Charges for services			0
Interest income			0
Miscellaneous revenues	3,475		3,475
Operating transfers			0
	<u>6,616,625</u>	<u>6,699,784</u>	<u>(83,159)</u>
Total Cash Receipts			
EXPENDITURES			
Instruction	2,973,795	3,310,174	(336,379)
Student support services	165,927	174,000	(8,073)
Instruction support staff	363,166	372,100	(8,934)
General administration	158,561	163,650	(5,089)
School administration	533,876	548,350	(14,474)
Operations and maintenance	441,516	461,000	(19,484)
Student transportation services			0
Central support services			0
Other support services	48,463	49,250	(787)
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers	1,931,321	1,621,260	310,061
Adjustment to comply with legal max		(86,634)	86,634
Adjustment for qualifying budget credits		3,475	(3,475)
	<u>6,616,625</u>	<u>\$ 6,616,625</u>	<u>\$ 0</u>
Total Expenditures			
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>		

USD #337 MAYETTA, KS

SUPPLEMENTAL GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 428,115	\$ 425,156	\$ 2,959
Delinquent tax	13,292	16,307	(3,015)
Motor vehicle tax	130,494	109,630	20,864
RV tax	3,124	2,490	634
Mineral production tax			0
Federal grants			0
State aid/grants	1,626,881	1,679,783	(52,902)
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
Total Cash Receipts	<u>2,201,906</u>	<u>2,233,366</u>	<u>(31,460)</u>
EXPENDITURES			
Instruction	203,265	184,352	18,913
Student support services	42,022	39,360	2,662
Instruction support staff	69,113	81,207	(12,094)
General administration	59,734	83,100	(23,366)
School administration	136,961	136,940	21
Operations and maintenance	510,555	506,411	4,144
Student transportation services	414,809	484,660	(69,851)
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers	851,043	775,000	76,043
Adjustment to comply with legal max		(3,528)	3,528
Adjustment for qualifying budget credits			0
Total Expenditures	<u>2,287,502</u>	<u>\$ 2,287,502</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(85,596)		
Unencumbered Cash, Beginning	125,663		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 40,067</u>		

USD #337 MAYETTA, KS

VOCATIONAL EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	7,078	14,500	(7,422)
Charges for services			0
Interest income			0
Miscellaneous revenues		30,000	(30,000)
Operating transfers	<u>183,409</u>	<u>180,000</u>	<u>3,409</u>
Total Cash Receipts	<u>190,487</u>	<u>224,500</u>	<u>(34,013)</u>
EXPENDITURES			
Instruction	173,591	206,000	(32,409)
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services	15,552	21,500	(5,948)
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>189,143</u>	<u>\$ 227,500</u>	<u>\$ (38,357)</u>
Receipts Over (Under) Expenditures	1,344		
Unencumbered Cash, Beginning	29,925		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 31,269</u>		

USD #337 MAYETTA, KS

SPECIAL EDUCATION FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2015

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants	42,665	100,000	(57,335)
State aid/grants			0
Charges for services			0
Interest income		90,000	(90,000)
Miscellaneous revenues	8,163	20,000	(11,837)
Operating transfers	<u>1,295,293</u>	<u>1,091,260</u>	<u>204,033</u>
Total Cash Receipts	<u>1,346,121</u>	<u>1,301,260</u>	<u>44,861</u>
EXPENDITURES			
Instruction	1,215,140	1,395,200	(180,060)
Student support services	907	5,000	(4,093)
Instruction support staff			0
General administration	880		880
School administration	200		200
Operations and maintenance			0
Student transportation services	114,229	122,200	(7,971)
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>1,331,356</u>	<u>\$ 1,522,400</u>	<u>\$ (191,044)</u>
Receipts Over (Under) Expenditures	14,765		
Unencumbered Cash, Beginning	300,260		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 315,025</u>		

USD #337 MAYETTA, KS

DRIVER TRAINING FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2015

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	2,604	2,975	(371)
Charges for services	3,625	4,500	(875)
Interest income			0
Miscellaneous revenues			0
Operating transfers	4,000		4,000
Total Cash Receipts	10,229	7,475	2,754
EXPENDITURES			
Instruction	9,709	19,000	(9,291)
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance	290		290
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	9,999	\$ 19,000	\$ (9,001)
Receipts Over (Under) Expenditures	230		
Unencumbered Cash, Beginning	17,321		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 17,551		

USD #337 MAYETTA, KS

FOOD SERVICE FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2015

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants	281,759	281,731	28
State aid/grants	5,132	4,784	348
Charges for services	171,718	177,357	(5,639)
Interest income			0
Miscellaneous revenues	2,224	80,000	(77,776)
Operating transfers			0
Total Cash Receipts	<u>460,833</u>	<u>543,872</u>	<u>(83,039)</u>
EXPENDITURES			
Instruction			0
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance		10,000	(10,000)
Student transportation services			0
Central support services			0
Other support services			0
Food service operations	452,184	578,000	(125,816)
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>452,184</u>	<u>\$ 588,000</u>	<u>\$ (135,816)</u>
Receipts Over (Under) Expenditures	8,649		
Unencumbered Cash, Beginning	67,247		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 75,896</u>		

USD #337 MAYETTA, KS

CAPITAL OUTLAY FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2015

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 225,378	\$ 201,776	\$ 23,602
Delinquent tax	1,274	1,341	(67)
Motor vehicle tax	15,032	9,017	6,015
RV tax	353	205	148
Mineral production tax			0
Federal grants			0
State aid/grants	104,157	138,925	(34,768)
Charges for services			0
Interest income	5,882	15,000	(9,118)
Miscellaneous revenues	131,651	270,000	(138,349)
Operating transfers	553,745	500,000	53,745
Total Cash Receipts	1,037,472	1,136,264	(98,792)
EXPENDITURES			
Instruction	207,685	350,000	(142,315)
Student support services		5,000	(5,000)
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance	46,590	80,000	(33,410)
Student transportation services	78,977	160,000	(81,023)
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services	647,022	800,000	(152,978)
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	980,274	\$ 1,395,000	\$ (414,726)
Receipts Over (Under) Expenditures	57,198		
Unencumbered Cash, Beginning	712,727		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 769,925		

USD #337 MAYETTA, KS

GIFTS AND GRANTS FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2015

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues	34,746	35,000	(254)
Operating transfers			0
	<u>34,746</u>	<u>35,000</u>	<u>(254)</u>
Total Cash Receipts	<u>34,746</u>	<u>35,000</u>	<u>(254)</u>
EXPENDITURES			
Instruction	32,660	40,000	(7,340)
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
	<u>32,660</u>	<u>\$ 40,000</u>	<u>\$ (7,340)</u>
Total Expenditures	<u>32,660</u>	<u>\$ 40,000</u>	<u>\$ (7,340)</u>
Receipts Over (Under) Expenditures	2,086		
Unencumbered Cash, Beginning	19,204		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 21,290</u>		

USD #337 MAYETTA, KS

PARENT EDUCATION FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2015

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	41,000	41,000	0
Charges for services			0
Interest income			0
Miscellaneous revenues		10,000	(10,000)
Operating transfers	28,000		28,000
Total Cash Receipts	69,000	51,000	18,000
EXPENDITURES			
Instruction			0
Student support services	67,650	72,650	(5,000)
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	67,650	\$ 72,650	\$ (5,000)
Receipts Over (Under) Expenditures	1,350		
Unencumbered Cash, Beginning	40,721		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 42,071		

USD #337 MAYETTA, KS

PROFESSIONAL DEVELOPMENT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues		11,000	(11,000)
Operating transfers	<u>34,000</u>		<u>34,000</u>
 Total Cash Receipts	<u>34,000</u>	<u>11,000</u>	<u>23,000</u>
 EXPENDITURES			
Instruction			0
Student support services			0
Instruction support staff	28,302	41,000	(12,698)
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
 Total Expenditures	<u>28,302</u>	<u>\$ 41,000</u>	<u>\$ (12,698)</u>
 Receipts Over (Under) Expenditures	5,698		
Unencumbered Cash, Beginning	38,130		
Prior Year Cancelled Encumbrances	<u>0</u>		
 Unencumbered Cash, Ending	<u>\$ 43,828</u>		

USD #337 MAYETTA, KS

SUMMER SCHOOL FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2015

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues		20,000	(20,000)
Operating transfers			0
Total Cash Receipts	0	20,000	(20,000)
EXPENDITURES			
Instruction		20,000	(20,000)
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Community support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	0	\$ 20,000	\$ (20,000)
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 0		

USD #337 MAYETTA, KS

EXTRAORDINARY SCHOOL PROGRAM FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2015

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues	66,395	87,500	(21,105)
Operating transfers			0
	<u>66,395</u>	<u>87,500</u>	<u>(21,105)</u>
Total Cash Receipts	<u>66,395</u>	<u>87,500</u>	<u>(21,105)</u>
EXPENDITURES			
Instruction	29,379	54,600	(25,221)
Student support services	3,298	40,000	(36,702)
Instruction support staff	41,500		41,500
General administration			0
School administration	684		684
Operations and maintenance			0
Student transportation services			0
Community support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
	<u>74,861</u>	<u>\$ 94,600</u>	<u>\$ (19,739)</u>
Total Expenditures	<u>74,861</u>	<u>\$ 94,600</u>	<u>\$ (19,739)</u>
Receipts Over (Under) Expenditures	(8,466)		
Unencumbered Cash, Beginning	119,612		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 111,146</u>		

USD #337 MAYETTA, KS

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2015

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	591,540	708,807	(117,267)
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
	<u> </u>	<u> </u>	<u> </u>
Total Cash Receipts	<u>591,540</u>	<u>708,807</u>	<u>(117,267)</u>
EXPENDITURES			
Instruction	382,748	453,750	(71,002)
Student support services	22,367	34,896	(12,529)
Instruction support staff	32,732	15,900	16,832
General administration	14,164	24,808	(10,644)
School administration	49,485	58,900	(9,415)
Operations and maintenance	38,143	55,000	(16,857)
Student transportation services	27,393	41,353	(13,960)
Central support services			0
Other support services	4,857	6,200	(1,343)
Food service operations	19,651	18,000	1,651
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
	<u> </u>	<u> </u>	<u> </u>
Total Expenditures	<u>591,540</u>	<u>\$ 708,807</u>	<u>\$ (117,267)</u>
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>		

USD #337 MAYETTA, KS

AT RISK FUND (K-12)

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2015

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues		75,000	(75,000)
Operating transfers	<u>668,916</u>	<u>625,000</u>	<u>43,916</u>
Total Cash Receipts	<u>668,916</u>	<u>700,000</u>	<u>(31,084)</u>
EXPENDITURES			
Instruction	669,804	695,000	(25,196)
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>669,804</u>	<u>\$ 695,000</u>	<u>\$ (25,196)</u>
Receipts Over (Under) Expenditures	(888)		
Unencumbered Cash, Beginning	45,002		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 44,114</u>		

USD #337 MAYETTA, KS

ANY NONBUDGETED FUNDS
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2015

	<u>Textbook</u>	<u>Contingency Reserve</u>	<u>Title I</u>
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$
Delinquent tax			
Motor vehicle tax			
RV tax			
Mineral production tax			
Federal grants			116,118
State aid/grants			
Charges for services	35,885		
Interest income			
Miscellaneous revenues			
Operating transfers		15,000	
Total Cash Receipts	<u>35,885</u>	<u>15,000</u>	<u>116,118</u>
EXPENDITURES			
Instruction	40,651		116,118
Student support services			
Instruction support staff			
General administration			
School administration			
Operations and maintenance			
Student transportation services			
Central support services			
Other support services			
Food service operations			
Student activities			
Facility acquisition and construction services			
Debt service			
Operating transfers			
Adjustment for qualifying budget credits			
Total Expenditures	<u>40,651</u>	<u>0</u>	<u>116,118</u>
Receipts Over (Under) Expenditures	(4,766)	15,000	0
Unencumbered Cash, Beginning	145,920	350,000	0
Prior Year Cancelled Encumbrances	<u>0</u>	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 141,154</u>	<u>\$ 365,000</u>	<u>\$ 0</u>

USD #337 MAYETTA, KS
 ANY NONBUDGETED FUNDS
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2015

	<u>Impact Aid</u>	<u>Title VII</u>	<u>Title IIA</u>
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$
Delinquent tax			
Motor vehicle tax			
RV tax			
Mineral production tax			
Federal grants	81,025	60,597	40,195
State aid/grants			
Charges for services			
Interest income			
Miscellaneous revenues			
Operating transfers			
	<u>81,025</u>	<u>60,597</u>	<u>40,195</u>
Total Cash Receipts			
EXPENDITURES			
Instruction	74,960	55,867	40,195
Student support services	4,399		
Instruction support staff		4,730	
General administration			
School administration			
Operations and maintenance			
Student transportation services	29,500		
Central support services			
Other support services			
Food service operations			
Student activities			
Facility acquisition and construction services			
Debt service			
Operating transfers			
Adjustment for qualifying budget credits			
	<u>108,859</u>	<u>60,597</u>	<u>40,195</u>
Total Expenditures			
Receipts Over (Under) Expenditures	(27,834)	0	0
Unencumbered Cash, Beginning	160,896	0	0
Prior Year Cancelled Encumbrances	<u>0</u>	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	\$ <u><u>133,062</u></u>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>

USD #337 MAYETTA, KS

ANY NONBUDGETED FUNDS
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2015

	JCCTCC Grant	Hodison Memorial	Grow Your Own Teacher
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$
Delinquent tax			
Motor vehicle tax			
RV tax			
Mineral production tax			
Federal grants			
State aid/grants	1,013		
Charges for services	20,000		
Interest income		7	1
Miscellaneous revenues			
Operating transfers			
Total Cash Receipts	<u>21,013</u>	<u>7</u>	<u>1</u>
EXPENDITURES			
Instruction	8,171		
Student support services	1,359		
Instruction support staff			
General administration	8,406		
School administration			
Operations and maintenance			
Student transportation services			
Central support services			
Other support services			
Food service operations			
Student activities			
Facility acquisition and construction services			
Debt service			
Operating transfers			
Adjustment for qualifying budget credits			
Total Expenditures	<u>17,936</u>	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	3,077	7	1
Unencumbered Cash, Beginning	5,418	2,866	474
Prior Year Cancelled Encumbrances	<u>0</u>	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 8,495</u>	<u>\$ 2,873</u>	<u>\$ 475</u>

USD #337 MAYETTA, KS

DISTRICT ACTIVITY FUNDS
Schedule of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2015

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts							
Middle school							
Athletics	\$ 6,107	\$	\$ 9,622	\$ 10,353	\$ 5,376	\$	\$ 5,376
Concessions	500		3,274	3,274	500		500
High School							
Athletics	26,002		53,491	50,383	29,110		29,110
Miscellaneous	15,499		64,850	56,582	23,767		23,767
Subtotal Gate Receipts	48,108	0	131,237	120,592	58,753	0	58,753
School Projects							
Elementary School							
Faculty	787		1,402	1,689	500		500
Hospitality	3,117		3,245	2,847	3,515		3,515
Special Events	6,975		9,493	7,702	8,766		8,766
Library	984		0	0	984		984
Red Ribbon Week	586		500	610	476		476
PBP Charitable, Family, Book	9		4,185	4,194	0		-
Playground	2,794		0	636	2,158		2,158
Middle School							
PE Equipment	0		0	0	0		-
Big Seven League	49		0	0	49		49
Faculty	1,508		2,554	2,594	1,468		1,468
Library	0		3,125	3,125	0		-
Investments	16,421		2,420	2,247	16,594		16,594
School Improvement	1,140		0	1,140	0		-
School Machines	1,000		3,274	3,274	1,000		1,000
School	785		772	614	943		943
Yearbook	221		281	331	171		171
High School							
Booster/After Prom	75		17,872	17,947	0		-
Booster Club	2,922		6,410	6,773	2,559		2,559
Parent Spirit	234		0	0	234		234
Technology Classes	0		15	0	15		15
Business AV	197		2,311	2,377	131		131
Family and Consumer	0		240	240	0		-
Chorus/Vocal music	381		1,154	1,150	385		385
Publications	4,562		11,247	10,208	5,601		5,601
Art Classes	0		3,095	3,095	0		-
Library	599		535	380	754		754
School Musical/Drama	2,126		1,461	1,242	2,345		2,345
Nutrition Advisory	534		0	0	534		534
Learning Lab	40		0	0	40		40
Faculty Lab	187		597	565	219		219
Gifts/Donations	965		0	0	965		965
After Prom Committee	10,930		11,111	12,799	9,242		9,242
Subtotal School Projects	60,128	0	87,299	87,779	59,648	0	59,648
Total District Activity Funds	\$ 108,236	\$ 0	\$ 218,536	\$ 208,371	\$ 118,401	\$ 0	\$ 118,401

USD #337 MAYETTA, KS

AGENCY FUNDS
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2015

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
High School				
Class of 2015	\$ 318	\$ 28	\$ 189	\$ 157
Class of 2014	56	0	0	56
Class of 2016	5	3,194	3,199	0
Cheerleaders	142	10,878	8,756	2,264
Dance Team	249	1,320	1,230	339
Student Council	1,699	1,422	1,572	1,549
FCCLA	6,425	11,434	11,968	5,891
Kays	692	3,558	3,811	439
National Honor Society	984	1,106	1,282	808
SADD	743	162	361	544
Native American Club	8	0	0	8
Art Club	611	768	512	867
Band	2,944	12,207	7,587	7,564
Drumline/Percussion	110	2,716	2,507	319
Forensics	4,953	5,151	4,808	5,296
FFA	1,425	13,249	11,334	3,340
Scholar Bowl	71	0	0	71
JCYC	0	2,126	1,439	687
Greenhouse	0	1,108	0	1,108
Mexico Trip	180	165	201	144
Middle school				
Pep Club	883	7,341	7,040	1,184
Student Council	657	487	650	494
Indian Club	62	0	0	62
Art Club	183	1,088	787	484
Scholarships	1,175	520	577	1,118
Fundraisers	479	1,088	1,067	500
Grants	100	0	0	100
Renaissance Fund	<u>2,265</u>	<u>5,167</u>	<u>4,439</u>	<u>2,993</u>
Total	\$ <u>27,419</u>	\$ <u>86,283</u>	\$ <u>75,316</u>	\$ <u>38,386</u>

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Karlin & Long, LLC
Certified Public Accountants

Board of Education
Unified School District No. 337
Mayetta, Kansas 66509

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the Kansas Municipal Auditing and Accounting Guide and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the financial statements of Unified School District No. 337 as of and for the year ended June 30, 2015, and the related notes to the financial statements, which comprise Unified School District No. 337's basic financial statements, and have issued our report thereon dated August 5, 2015. The report on the audited financial statement was adverse because it was not presented in conformity with accounting principles generally accepted in the United States of America; however, it was unqualified as presented on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Unified School District No. 337, Mayetta, Kansas' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Unified School District No. 337, Mayetta, Kansas' internal control. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 337, Mayetta, Kansas' internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, misstatements on a timely basis. *A material*

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Platte City, Missouri 64079
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Lawrence, Kansas 66044
(785) 312-9091

weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the organization's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in accompanying schedule of findings and questioned costs that we consider to be a significant deficiency (2015-001)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Unified School District No. 337's general purpose financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Karlin & Long, LLC
Certified Public Accountants

August 5, 2015

...KL...

Karlin & Long, LLC
Certified Public Accountants

Board of Education
Unified School District No. 337
Mayetta, Kansas 66509

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Report on Compliance for Each Major Federal Program

We have audited Unified School District No. 337, Mayetta, Kansas' compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Unified School District No. 337, Mayetta, Kansas' major federal programs for the year ended June 30, 2015. Unified School District No. 337, Mayetta, Kansas' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Unified School District No. 337, Mayetta, Kansas' major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America, the *Kansas Municipal Audit and Accounting Guide*; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Unified School District No. 337, Mayetta, Kansas' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Unified School District No. 337, Mayetta, Kansas' compliance.

Opinion on Each Major Federal Program

In our opinion, Unified School District No. 337, Mayetta, Kansas, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

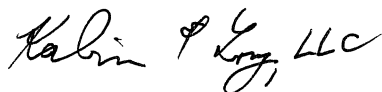
Report on Internal Control Over Compliance

Management of Unified School District No. 337, Mayetta, Kansas, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Unified School District No. 337, Mayetta, Kansas' internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 337, Mayetta, Kansas' internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Karlin & Long, LLC
Certified Public Accountants

August 5, 2015

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended June 30, 2015

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass- Through Grantor Number	Federal Expenditures
<hr/> U.S. Department of Education <hr/>			
Passed through State Department of Education:			
Title I	84.010	*	\$ 116,118
Title II - Teacher Quality	84.367	*	40,195
<hr/> U.S. Department of Agriculture <hr/>			
Passed through State Department of Education:			
School Breakfast Program	10.553	*	66,543
National School Lunch Program	10.555	*	215,131
Team Nutrition Training	10.574	*	550
<hr/> Other Federal Assistance <hr/>			
Direct Programs:			
Youth Risk Behavior Survey	93.938	*	1,600
P.L. 382, Impact Aid	84.041	*	377,910
Title VII - Indian Education	84.060	*	60,597
			<hr/>
Total Federal Assistance			<u><u>\$ 878,644</u></u>

* Not available

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the year ended June 30, 2015

A. Summary of Audit Results

1. The auditor's report expresses an Adverse Opinion on the financial statements of Unified School District #337 in accordance with Generally Accepted Accounting Principles. The auditor's report expresses an Unmodified Opinion on the financial statements in accordance with the regulatory basis.
2. No significant deficiencies relating to the audit of the general purpose financial statements are reported in the Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.
3. No instances of noncompliance material to the general purpose financial statements of Unified School District #337 were disclosed during the audit.
4. The auditor's report on compliance for the major federal award programs for Unified School District #337 expresses an unmodified opinion on all major federal programs.
5. Audit findings that are required to be reported in accordance with Section 510 (a) of OMB Circular A-133 relative to the major federal award programs for Unified School District #337 are reported in this schedule.
6. The programs tested as major programs included:
Department of Education
P.L. 382, Impact Aid, CFDA No. 84.041
Food Service Cluster CFDA No. 10.553, 10.555, 10.560, 10.574
7. Unified School District #337 was determined not to be a low-risk auditee.
8. The threshold for distinguishing types A and B programs was \$300,000.

B. Findings – Financial Statement Audit
None

C. Findings and Questioned Costs – Major Federal Awards Programs Audit
Department of Education
P.L. 382, CFDA No. 84.041
Food Service Cluster CFDA No. 10.553, 10.555, 10.560, 10.574

No findings of noncompliance or questioned costs were noted.

UNFIED SCHOOL DISTRICT NO. 337
Schedule of Findings and Questioned Costs
Year Ended June 30, 2015

2015 – 001 Financial Reporting

Criteria – All school districts are required to prepare financial statements in accordance with the basis of accounting adopted. This is a responsibility of the District's management. The preparation of financial statements requires internal controls over both (1) recording, processing, and summarizing accounting data (i.e., maintaining internal books and records), and (2) reporting government-wide and fund financial statements, including note disclosures (i.e, external financial reporting).

Condition – As in the case with many smaller and medium sized entities, the District has historically relied on its independent external auditors to assist in the preparation of the government-wide fund and fund financial statements, including note disclosures, as part of the external financial reporting process. Accordingly, the District's ability to prepare financial statements is based, in part, on its external auditors, who cannot by definition be considered a part of the District's internal controls financial reporting.

Cause – Management has made the decision that it is in their best interest to outsource the preparation of its annual financial statements to the external auditors rather than incur the time and expense of obtaining the necessary training and expertise require for the district to perform this task internally.

Effect of Condition – As a result of this condition, the District lacks internal controls over the preparation of financial statements, including note disclosures, in accordance with the basis of accounting adopted, and instead relies, in part, on its external auditors for assistance with this task.

Recommendation – we recognize that the district may not have the resources to have an accounting personnel to prepare government – wide and fund financial statements, including note disclosures, in conformity with the adopted basis of accounting. However, we recommend that management continue to increase their knowledge of financial reporting.

View of Responsible Officials – The District has evaluated the benefit of establishing internal controls over the preparation of financial statements, including note disclosures, and determined that it is their best of the District to outsource this task to its external auditors, and to carefully review the draft financial statements, including note disclosures, prior to approving them and accepting responsibility for their content and preservation.

Management's Response (Unaudited) – The District believes that outsourcing the financial statement presentation is acceptable in the circumstances.

UNFIED SCHOOL DISTRICT NO. 337
Schedule of Findings and Questioned Costs
Year Ended June 30, 2014

2014-001 Prior Financial Statement Finding

Criteria – All school districts are required to prepare financial statements in accordance with the basis of accounting adopted. This is a responsibility of the District’s management. The preparation of financial statements requires internal controls over both (1) recording, processing, and summarizing accounting data (i.e., maintaining internal books and records), and (2) reporting government-wide and fund financial statements, including note disclosures (i.e., external financial reporting).

Condition – As in the case with many smaller and medium sized entities, the District has historically relied on its independent external auditors to assist in the preparation of the government-wide fund and fund financial statements, including note disclosures, as part of the external financial reporting process. Accordingly, the District’s ability to prepare financial statements is based, in part, on its external auditors, who cannot by definition be considered a part of the District’s internal controls financial reporting.

Cause – Management has made the decision that it is in their best interest to outsource the preparation of its annual financial statements to the external auditors rather than incur the time and expense of obtaining the necessary training and expertise require for the district to perform this task internally.

Effect of Condition – As a result of this condition, the District lacks internal controls over the preparation of financial statements, including note disclosures, in accordance with the basis of accounting adopted, and instead relies, in part, on its external auditors for assistance with this task.

Recommendation – we recognize that the district may not have the resources to have an accounting personnel to prepare government – wide and fund financial statements, including note disclosures, in conformity with the adopted basis of accounting. However, we recommend that management continue to increase their knowledge of financial reporting.

View of Responsible Officials – The District has evaluated the benefit of establishing internal controls over the preparation of financial statements, including note disclosures, and determined that it is their best of the District to outsource this task to its external auditors, and to carefully review the draft financial statements, including note disclosures, prior to approving them and accepting responsibility for their content and preservation.

Management’s Response (Unaudited) – The District believes that outsourcing the financial statement presentation is acceptable in the circumstances.

Resolution – Conditions continue for the current year for the preparation of the financial statements

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
June 30, 2015

NOTE 1 – Basis of Accounting

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Unified School District No. 337 Mayetta, Kansas and is presented on the statutory basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Regulatory Basis of Accounting – The regulatory basis of accounting, as used in the preparation of these regulatory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made.

Unified School District No. 337 has obtained a waiver from generally accepted accounting principles which allows the district to revert to regulatory basis of accounting.

Departure from Generally Accepted Accounting Principles – The basis of accounting described above results in a financial statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expenses, liabilities such as deferred revenue and mature principal and interest payable, and reservations of the fund balance are not presented. Under generally accepted accounting principles, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles.

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
June 30, 2015

NOTE 1 – Basis of Accounting

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Unified School District No. 337 Mayetta, Kansas and is presented on the statutory basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Regulatory Basis of Accounting – The regulatory basis of accounting, as used in the preparation of these regulatory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made.

Unified School District No. 337 has obtained a waiver from generally accepted accounting principles which allows the district to revert to regulatory basis of accounting.

Departure from Generally Accepted Accounting Principles – The basis of accounting described above results in a financial statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expenses, liabilities such as deferred revenue and mature principal and interest payable, and reservations of the fund balance are not presented. Under generally accepted accounting principles, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles.